



0000024497

BEFORE THE ARIZONA CORPORATION

1 MARC SPITZER  
2 Chairman  
JIM IRVIN  
3 Commissioner  
WILLIAM A. MUNDELL  
4 Commissioner  
JEFF HATCH-MILLER  
5 Commissioner  
MIKE GLEASON  
6 Commissioner

Arizona Corporation Commission

DOCKETED

JAN 23 2003

DOCKETED BY

7 IN THE MATTER OF THE APPLICATION OF )  
ARIZONA WATER COMPANY FOR )  
8 APPROVAL OF A TARIFF FILING TO )  
REFLECT CHANGES DUE TO THE )  
9 PURCHASED POWER ADJUSTMENT )  
MECHANISM FOR ITS APACHE JUNCTION )  
10 AND SUPERIOR WATER SYSTEMS )

DOCKET NO. W-01445A-02-0878

65542

DECISION NO. \_\_\_\_\_

ORDER

11 Open Meeting  
January 14 and 15, 2003  
12 Phoenix, Arizona

13 BY THE COMMISSION:

14 FINDINGS OF FACT

15 1. Arizona Water Company ("Company") is an Arizona corporation engaged in the business  
16 of providing water utility service pursuant to Certificates of Convenience and Necessity granted by this  
17 Commission.

18 2. On November 27, 2002, the Company submitted an application of its Tariff AM-253  
19 designed to reflect changes of its Purchased Power Adjustment Mechanism rate ("PPAM") for its  
20 Apache Junction and Superior water systems.

21 3. Decision No. 58120, dated December 23, 1992, authorized the PPAM rate for each of  
22 the Company's water systems.

23 4. Decision No. 62755, dated July 25, 2000, authorized a PPAM rate for the Apache  
24 Junction and Superior systems of \$(0.002).

25 5. All of the above rates per one hundred gallons sold.

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1           6.     The proposed modification in the Company's tariff revisions being filed at this time will  
2 involve the following changes per one hundred gallons sold:

	<u>Old PPAM</u>	<u>Change</u>	<u>New PPAM</u>
3                   Apache Junction	\$(0.002)	\$0.001	\$(0.001)
4                   Superior	\$(0.002)	\$0.003	\$0.001

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6           7.     Staff has reviewed Arizona Water Company's filing and agrees the calculations are  
7 accurate and comply with the methodology set forth in the Company's tariff.

8           8.     Staff further recommends that the Commission authorize Arizona Water Company to  
9 change its PPAM rate for its Apache Junction and Superior systems.

10          9.     Staff recommends the Company notify customers of the change in the Purchased Power  
11 Adjustment Mechanism rate 30 days prior to the change takes effect.

12          10.    Staff further recommends the Company file tariff pages consistent with this Decision  
13 within 30 days from the date of this Order.

14                                   CONCLUSIONS OF LAW

15          1.     Arizona Water Company is an Arizona public service corporation within the meaning of  
16 Article XV, Section 2, of the Arizona Constitution.

17          2.     The Commission has jurisdiction over the Company and of the subject matter in this  
18 Application.

19          3.     The Commission, having reviewed the application and Staff's Memorandum dated  
20 December 20, 2002, concludes that Arizona Water Company's PPAM rate be changed for its Apache  
21 Junction and Superior systems.

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Decision No. \_\_\_\_\_

ORDER

IT IS THEREFORE ORDERED that Arizona Water Company is authorized to implement PPAM rates is changed for its Apache Junction and Superior systems as shown in Finding of Fact No. 6.

IT IS FURTHER ORDERED that the Company notifies customers of the change in the Purchased Power Adjustment Mechanism rate 30 days prior to the change becoming effective, but no later than 30 days after the effective date of this Decision.

IT IS FURTHER ORDERED that Arizona Water Company file tariff pages consistent with this Decision within 30 days of the effective date of this Order.

IT IS FURTHER ORDERED that this Decision become effective immediately.

**BY ORDER OF THE ARIZONA CORPORATION COMMISSION**  
CHAIRMAN  
COMMISSIONER  
COMMISSIONER  
COMMISSIONER  
COMMISSIONER

IN WITNESS WHEREOF, I, BRIAN C. McNEIL, Executive Secretary of the Arizona Corporation Commission, have hereunto, set my hand and caused the official seal of this Commission to be affixed at the Capitol, in the City of Phoenix, this 23<sup>rd</sup> day of January, 2003.

  
BRIAN C. McNEIL  
Executive Secretary

DISSENT: \_\_\_\_\_

EGJ:ENZ:rdp/TS

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1 SERVICE LIST FOR: Arizona Water Company  
DOCKET NO. W-01445A-02-0878

2  
3 Mr. James R. Livingston, President  
Arizona Water Company  
4 Post Office Box 29006  
Phoenix, Arizona 85038-9006

5 Mr. Ernest G. Johnson  
6 Director, Utilities Division  
Arizona Corporation Commission  
7 1200 West Washington  
Phoenix, Arizona 85007

8 Mr. Christopher C. Kempley  
9 Chief, Legal Division  
Arizona Corporation Commission  
10 1200 West Washington  
Phoenix, Arizona 85007

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